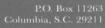
(Caption of Case) Application of Progress Energy Carolinas, Inc - For Permission to Sell Land That Is No Longer Needed to Provide Utility Service			) ) BEFORE THE ) PUBLIC SERVICE COMMISSION ) OF SOUTH CAROLINA ) ) COVER SHEET ) ) DOCKET ) NUMBER: 2007 - 451 - E		
(Please type or print	)		,		
<b>Submitted by:</b>	ibmitted by: John W. Flitter		SC Bar Number:		
Address:	1441 Main Street, Ste. 300		-	803 737 0800	_
			<del>-</del>	803 737 0986	
	Cola, SC 29201		Other: Email: jflitter@regstaff.sc.gov		
☐ Emergency R  ☐ Other:  INDUSTRY (C	Check one)		·	n Commission	's Agenda expeditiously
☑ Electric		 Affidavit			Request
☐ Electric/Gas		Agreement	☐ Memorandum		Request for Certification
☐ Electric/Telecommunications		Answer	☐ Motion		Request for Investigation
Electric/Water		Appellate Review	Objection		Resale Agreement
Electric/Water/Telecom.		Application	Petition		Resale Amendment
☐ Electric/Water/Sewer		Brief	Petition for Rec	consideration	Reservation Letter
Gas		Certificate	Petition for Rul	emaking	Response
Railroad		Comments	Petition for Rule	to Show Cause	Response to Discovery
Sewer		Complaint	Petition to Inter	vene	Return to Petition
☐ Telecommunications		Consent Order	Petition to Interve	ene Out of Time	☐ Stipulation
☐ Transportation		Discovery	Prefiled Testim	ony	Subpoena
☐ Water		Exhibit	Promotion		☐ Tariff
☐ Water/Sewer		Expedited Consideration	on Proposed Order	<u>.</u>	Other:
Administrative Matter		Interconnection Agreeme	ent Protest		
Other:		Interconnection Amendm	nent Publisher's Affi	davit	
		Late-Filed Exhibit	Report		





## JOHN W. FLITTER DIRECTOR **ELECTRIC & GAS REGULATION**

December 17, 2007

## VIA ELECTRONIC-DELIVERY

Charles L.A. Terreni Chief Clerk & Administrator **Public Service Commission of South Carolina** 101 Executive Center Drive Columbia, South Carolina 29210

Re:

Application of Progress Energy Carolinas, Inc. For Permission to Sell Land That Is No Longer

Needed to Provide Utility Service.

Docket No. 2007-451-E

Dear Mr. Terreni.

The purpose of this letter is to inform the Public Service Commission ("Commission") that the Office of Regulatory Staff ("ORS") has reviewed the above referenced filing and based on the following information we have no objection to Progress Energy Carolinas' ("Company") request for approval of the sale of 389.31 acres of property located in North Carolina to the Tarheel Land Group. Per the Application the property to be sold is located on Hyco Lake in Person County, North Carolina, and was originally intended for impoundment purposes for the Hyco Lake generation project. There are no buildings on the property and the Company has determined that this property is no longer required for current utility operations. The property was marketed for 30 days by the Company and the highest offer of \$11.8 million was accepted. The accepted bid is in excess of both the book value and the broker's opinion of the property value. FERC Account No. 101, Electric plant in service, will be credited the book value of the acreage being sold, and FERC Account No. 421.1, Gain on Disposition of Property, will be credited the difference between the book value and the sale price.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

John W. Flitter

JWF/swh

cc:

Dan F. Arnett, Chief of Staff, SC ORS

Florence Belser, General Counsel, SC ORS

Nanette S. Edwards, Chief Counsel and Director of Legal Services, SC ORS

Len S. Anthony, Deputy General Counsel - Regulatory Affairs, Progress Energy

Dr. James Spearman, Executive Assistant, SC PSC

Mr. Gary Walsh